March 26, 1981

Memo to File:

RE: Getty Mineral Resources Co.
Mercur Canyon Project
ACT/045/013
Tooele County, Utah

Mercur Canyon is an old, previously mined site of some historic significance that is presently inactive. Exploration drilling is in process. Jim Smith and Tom Tetting were accompanied by Getty personnel Jim Barron and Brian Buck to the Mercur Canyon Project between 10:00 a.m., and 3:00 p.m., Wednesday, March 25, 1981. Purpose of the visit was twofold: a general overall familiarization with the project while establishing coherency with their recently submitted mine plan; and, clarification of specific questions associated with that plan.

Various locations were inspected at the proposed minesite including: a vantage point across from Mercur Hill (proposed pit site) in Section 6; a saddle above Manning Canyon overlooking the proposed tailings pond site in Section 5; and, the north slope of the pit itself in Section 8. Discussions covered many aspects of the mine plan, particularly topsoil stockpiling; overburden removal, suitability and use; exploration format; and, reclamation designs for vegetation.

A new development not covered in the plan was discovered. There is an alternative, preferred mill site selected on land eastward and somewhat higher in elevation than the one designed in the mine plan. However, it is equivalent in size and assurances were given that should purchase negotiations succeed, new plans would be submitted covering the substitution. It appears that a \$2 million savings would be generated for them if this occurs.

Lynn Fredrick, Getty's field operations foreman, was on site as was Bob Blanc, general manager for Getty Exploration and Production. Overall, a better understanding of the situation and project has been achieved because of this visit.

THOMAS N. TETTING ENGINEERING GEOLOGIST

cc: Jim Smith

TNT/btm